MEC BRIEFING

CONFIDENTIAL

15 June 1955

EVANGTUNG FAMINE

K.	Winter and spring drought in South China's Kwangtung							
	Province (pop. 35 million) is reported by ChiCom's them	A						
	selves, to be worst in over 90 years. ChiCom's organiz	Ē						
	ing "spring and summer famine" relief.							

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A.					8-10,000	Kwangtung	residents
	trying	to	enter	British	Colony.		

- B. Consulate reports "thousands" attempting cross border into Portuguese Macao.
- II. Despite bad conditions, ChiComs are shipping rice out of South China.
 - A. Yangtze Valley -- China's traditional "rice bowl" -- suffered badly from summer '54 floods.
 - B. This year ChiComs have been getting rice for export to Ceylon from South China, rather than Yangtze Valley. (300,000 tons planned for '55, about half already shipped).
 - C. Peiping even complaining that improperly large amount of state food stock in Kwangtung being issued to local population, instead of being reserved.
 - III. Situation in Ewangtung will not improve before this year's first rice harvest (late summer): even then, government crop collections are likely to result in continuing "austerity," rationing.

STATE review(s) completed.

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- A. However, Communist: control of area remains firm and Peiping does not seem fearful of possible peasant dissidence.
- B. Except for bad impression it might make on Overseas
 Chinese (many of whom are Ewangtung emigrants), Peiping
 probably would not object to substantial loss of life
 among these stubborn, energetic and far-from-converted
 southerners.